DO

FR-4915-01-P

DEPARTMENT OF TRANSPORTATION

Surface Transportation Board

[STB Finance Docket No. 34866 (Sub-No. 1)]

Union Pacific Railroad Company – Temporary Trackage Rights Exemption – The Kansas City Southern Railway Company

The Kansas City Southern Railway Company (KCS), pursuant to a written trackage rights agreement entered into between KCS and Union Pacific Railroad Company (UP), has agreed to grant UP temporary overhead trackage rights, to expire on October 31, 2006, over KCS's trackage between milepost 482.0 on KCS's Mexico Subdivision at Kansas City, MO, and milepost 252.1 on KCS's East St. Louis Terminal Subdivision at Godfrey, IL, a distance of approximately 285 miles. The original grant of temporary overhead trackage rights exempted in Union Pacific Railroad Company – Temporary Trackage Rights Exemption – The Kansas City Southern Railway Company, STB Finance Docket No. 34866 (STB served May 2, 2006), cover the same line, but are due to expire on July 31, 2006. The purpose of this transaction is to modify the temporary overhead trackage rights exempted in STB Finance Docket No. 34866 to extend the expiration date from July 31, 2006, to October 31, 2006.

The transaction was scheduled to be consummated on July 7, 2006, the effective date of the exemption. The purpose of the temporary overhead trackage rights is to facilitate maintenance work on UP lines.

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As a condition to this exemption, any employees affected by the acquisition of

the temporary trackage rights will be protected by the conditions imposed in Norfolk

and Western Ry. Co. – Trackage Rights – BN, 354 I.C.C. 605 (1978), as modified in

Mendocino Coast Ry., Inc. – Lease and Operate, 360 I.C.C. 653 (1980), and any

employee affected by the discontinuance of those trackage rights will be protected by

the conditions set out in Oregon Short Line R. Co. - Abandonment - Goshen,

360 I.C.C. 91 (1979).

This notice is filed under 49 CFR 1180.2(d)(8). If it contains false or

misleading information, the exemption is void <u>ab initio</u>. Petitions to revoke the

exemption under 49 U.S.C. 10502(d) may be filed at any time. The filing of a

petition to revoke will not automatically stay the transaction.

An original and 10 copies of all pleadings, referring to STB Finance Docket

No. 34866 (Sub-No. 1), must be filed with the Surface Transportation Board, 1925 K

Street, N.W., Washington, DC 20423-0001. In addition, a copy of each pleading

must be served on Gabriel S. Meyer, Assistant General Attorney, Union Pacific

Railroad Company, 1400 Douglas Street, STOP 1580, Omaha, NE 68179.

Board decisions and notices are available on our website at

"WWW.STB.DOT.GOV."

Decided: July 13, 2006.

By the Board, David M. Konschnik, Director, Office of Proceedings.

Vernon A. Williams

Secretary

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